VZCZCXRO9010 PP RUEHFK RUEHKSO RUEHNAG RUEHNH DE RUEHKO #2077 2120220 ZNR UUUUU ZZH P 300220Z JUL 08 FM AMEMBASSY TOKYO TO RUEHC/SECSTATE WASHDC PRIORITY 6170 RUEKJCS/SECDEF WASHDC PRIORITY RUCPDOC/USDOC WASHDC PRIORITY RUEATRS/DEPT OF TREASURY WASHINGTON DC PRIORITY RUYNAAC/COMNAVFORJAPAN YOKOSUKA JA PRIORITY RHHMUNA/HQ USPACOM HONOLULU HI PRIORITY RHHMHBA/COMPACFLT PEARL HARBOR HI//N541// PRIORITY RHMFIUU/HQ PACAF HICKAM AFB HI//CC/PA// PRIORITY RUHBANB/OKINAWA FLD OFC US FORCES JAPAN CP BUTLER JA PRIORITY RHMFIUU/USFJ PRIORITY INFO RUEHFK/AMCONSUL FUKUOKA 9098 RUEHNH/AMCONSUL NAHA 1472 RUEHNAG/AMCONSUL NAGOYA 7302 RUEHKSO/AMCONSUL SAPPORO 9681 RUEHOK/AMCONSUL OSAKA KOBE 2828 RUEHBJ/AMEMBASSY BEIJING 4616 RUEHMO/AMEMBASSY MOSCOW 2440 RUEHUL/AMEMBASSY SEOUL 0608 RUCNDT/USMISSION USUN NEW YORK 0995 RHEHAAA/NSC WASHDC

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STATE FOR I/RF, PA/PR/FPC/W, IIP/G/EA, EAP/PD, R/MR, EAP/J, EAP/P, PM; USTR FOR PUBLIC AFFAIRS OFFICE; TREASURY FOR OASIA/IMI; SECDEF FOR OASD/PA; CP BUTLER OKINAWA FOR AREA FIELD OFFICE; PACOM HONOLULU FOR PUBLIC DIPLOMACY ADVISOR

E.O. 12958: N/A

TAGS: OIIP KMDR KPAO JA

SUBJECT: TOKYO MEDIA REACTION - WTO DOHA ROUND

- 11. LEAD STORIES: Most Wednesday morning Japanese national dailies led with the ruptured WTO Doha Round trade liberalization talks in Geneva.
- 12. "WTO Led by U.S. and Europe Shows Its Limits" The top-circulation, moderate Yomiuri wrote from Geneva (7/30): "...The fact that the Doha round failed to reach an accord even after seven years of negotiations demonstrates the limits of WTO rule-making in view of the increasing difficulty in finding common interests between developed and developing nations.... The experience of the U.S. and Europe in running things proved to be of no use.... It is a matter of course for any country to make arguments to its advantage. The bigger the presence of emerging economies and developing nations becomes, the more difficult it will be for the WTO to set trade rules."
- 13. "Cold Water Thrown on Trade Liberalization" The business-oriented Nikkei's correspondent reported from Geneva (7/30): "...The rise of emerging countries like China and India has upset the power balance of WTO negotiations, making it more difficult to reach a consensus. With the WTO round adrift, concerns are emerging that momentum toward a global free trade system could be lost.... It was hoped that a WTO deal would serve as a message to the world promoting trade liberalization and concurrently act as a deterrent to protectionism. However, the ministers assembled in Geneva failed to live up to expectations."

SCHIEFFER